

GOVERNMENT OF THE DISTRICT OF COLUMBIA
Office of the Chief Financial Officer

Natwar M. Gandhi
Chief Financial Officer



MEMORANDUM

TO: The Honorable Linda W. Cropp
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi
Chief Financial Officer

DATE: July 1, 2002

SUBJECT: Fiscal Impact Statement: "Negotiated Purchase of Property at Addison Road Approval Resolution of 2002"

REFERENCE: Resolution as Introduced - No Number Available

Conclusion

Funds are sufficient in the FY 2002 through FY 2005 budget and financial plan. Provisions of the proposed resolution will result in net costs of \$11.3 million through the purchase of property owned by Jemal's Fairfield Farms, LLC. This property has been determined to be required for District operations. Funds have been certified available for these purposes.

Background

The proposed legislation approves the negotiated purchase of property at 438 Massachusetts Avenue for multiple use by District agencies. The District is currently leasing this property at a cost of \$83,175.50 per month.

Financial Plan Impact

The District intends to fund this purchase with the proceeds received from the recent sale of District property at New York Avenue to the federal Bureau of Alcohol Tobacco and Firearms. Although funds have been received by the District from this sale, the money has not yet been allocated to the Office of Property Management (OPM). OPM has determined that the costs will be \$11,318,125. The Office of Finance and Resource Management is requesting \$11.5 million for OPM to fund this initiative.